

FEATHER MARKET PROMOTIONS
Trading as FEATHER MARKET CENTRE
(ASSOCIATION INCORPORATED UNDER SECTION 21)

ANNUAL FINANCIAL STATEMENTS

AT 30 JUNE 2009

DIRECTORS	Mr J Saffier (Resignation pending) Mr J J Fritz (Resignation pending) Ms B Godolozzi (Deceased) Mr M E Kolito (Deceased) Mr M L Mangcotywa (Resignation pending) Mr B Ngoqo (Resignation pending) Mr T H Ngcolomba (Deceased) Adv J G Richards (Appointment pending) Mr D Christian (Resignation pending) Ms L Vermaak (Resignation pending) Mr P Van Rooy (Resignation pending) Mr K Jacoby (Appointment pending) Mr Z Siswana (Appointment pending) Adv J Malobola (Appointment pending) Mr R Nolutshungu (Appointment pending)	
NATURE OF BUSINESS	The hiring out of the Feather Market Centre for concerts, conferences, exhibitions and related events and catering for these events.	
BANKERS	Standard Bank of South Africa Limited	
AUDITORS	Auditor General	
DOMICILE	Feather Market Centre Baakens Street Central PORT ELIZABETH	
LEGAL FORM AND JURISDICTION	Feather Market Promotions is a company incorporated under section 21 of the Companies Act No.61 of 1973. The company's operations are based in Port Elizabeth.	
REGISTERED OFFICE	5 Summerset Street Central PORT ELIZABETH SOUTH AFRICA 6001	P O Box 12512 CENTRAHIL SOUTH AFRICA 6006

CONTENTS	PAGE
Report of the directors	478
Statement of financial position	479
Statement of financial performance	480
Statement of changes in net assets	481
Cash flow statement	482
Mandatory accounting policies to the annual financial statements	483
Notes to the financial statements	491
Appendix A - Analysis of property, plant and equipment	505
Appendix B - Segmental analysis of property, plant and equipment	506
Appendix C - Segmental analysis of financial performance	507
Appendix D(1) - Actual versus budget (revenue and expenditure)	508
Appendix D(2) - Actual versus budget (acquisition of property, plant and equipment)	509
Appendix E - Disclosures of grants and subsidies in terms of section 123 of the MFMA, 56 of 2003	510

FEATHER MARKET PROMOTIONS
Trading as FEATHER MARKET CENTRE
(ASSOCIATION INCORPORATED UNDER SECTION 21)
(COMPANY REG. NO. 930/1267/08)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JUNE 2009

BUSINESS AND OPERATIONS

The company hires out the Feather Market Centre for concerts, conferences, exhibitions and related events and provides catering for these events.

FINANCIAL RESULTS

The financial results for the year under review are clearly reflected in these financial statements. The company has a deficit of R 979 733 (2008 : R 897 069) for the year.

DIRECTORS

Particulars of the present directors are given on page 1.

GOING CONCERN

In December 2007 the parent Municipality made a decision to rationalise entities of the Municipality, and the Feather Market Centre was identified as one of this entities. The process was finalised and Feather Market was absorbed into the Corporate Services Directorate as from the 01 May 2009. The new organisational structure has been approved by the Corporate Services Directorate and committees.

The company has prepared the financial statements on a going concern basis, as the company is able to meet all its obligations as and when they fall due. The financial statements would not have changed if the liquidation basis was used as the assets of the company is closely linked to cash or has been tested for impairment.

EVENTS SUBSEQUENT TO THE ACCOUNTING DATE

On 4 August 2009, the NMBM approved a veriment in favour of Feather Market Promotions for an amount of R 1 189 000 in the form of grant funding relating to the 30 June 2009 financial

FEATHER MARKET PROMOTIONS
Trading as FEATHER MARKET CENTRE
(ASSOCIATION INCORPORATED UNDER SECTION 21)
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2009

	Note	2009 R	2008 R
NET ASSETS AND LIABILITIES			
Net assets		7 573 269	8 553 002
Accumulated surplus		7 573 269	8 553 002
Current liabilities		-	790 971
Trade and other payables	1	-	684 729
South African Revenue Services - VAT	2	-	60 538
Provision for bonuses	3	-	45 704
Total Net Assets and Liabilities		7 573 269	9 343 973
ASSETS			
Non-current assets		-	7 667 817
Property, plant and equipment	4	-	7 667 817
Current assets		7 573 269	1 676 156
Inventory	5	-	110 227
Trade and other receivables	6	7 573 269	327 924
Deposits	7	-	6 200
Cash and cash equivalents	8	-	1 231 805
Total Assets		7 573 269	9 343 973

FEATHER MARKET PROMOTIONS
Trading as FEATHER MARKET CENTRE
(ASSOCIATION INCORPORATED UNDER SECTION 21)
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 R	2008 R
REVENUE			
Sales (Bar and catering)	9	4 268 254	3 569 486
Rental of facilities and equipment		788 759	1 101 277
Interest received		80 750	129 825
Government grants	10	1 042 302	1 099 130
Other income	11	885 932	422 546
Profit on disposal of property, plant and equipment		107 858	-
Total Revenue		7 173 855	6 322 264
EXPENDITURE			
Cost of sales	12	2 717 246	2 288 949
Administration expenses	13	191 218	114 225
Selling and distribution expenses	14	425 156	218 024
Employee related costs	15	943 121	2 049 964
Bad debts		(416)	8 682
Depreciation	4	699 642	847 145
Repairs and maintenance	16	362 303	263 835
Bank charges		19 333	22 984
Interest paid	17	3	30 101
Levies		-	6 792
Contracted services	18	1 474 137	277 960
General expenses	19	1 321 845	1 090 672
Total Expenditure		8 153 588	7 219 333
DEFICIT BEFORE TAXATION		(979 733)	(897 069)
TAXATION	20	-	-
DEFICIT FOR THE YEAR		(979 733)	(897 069)

FEATHER MARKET PROMOTIONS
Trading as FEATHER MARKET CENTRE
(ASSOCIATION INCORPORATED UNDER SECTION 21)
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2009

	Accumulated surplus / deficit R	Total R
2008		
Balance at 1 July 2007	9 450 071	9 450 071
Deficit for the year	(897 069)	(897 069)
Balance at 30 June 2008	8 553 002	8 553 002
2009		
Deficit for the year	(979 733)	(979 733)
Balance at 30 June 2009	7 573 269	7 573 269

FEATHER MARKET PROMOTIONS
Trading as FEATHER MARKET CENTRE
(ASSOCIATION INCORPORATED UNDER SECTION 21)
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 R	2008 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		7 786 934	6 430 741
Cash paid to suppliers and employees		(8 890 867)	(6 311 812)
Cash utilised by operations	21	(1 103 933)	118 929
Interest received		80 750	129 825
Interest paid		(3)	(30 101)
NET CASH FLOW FROM OPERATING ACTIVITIES		(1 023 186)	218 653
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	4	(60 450)	(62 944)
Proceeds on disposal of property, plant and equipment		134 601	-
NET CASH FLOW FROM INVESTING ACTIVITIES		74 151	(62 944)
NET CHANGE IN CASH AND CASH EQUIVALENTS		(949 035)	155 709
Cash and cash equivalents at the beginning of the year		1 231 805	1 076 096
Cash and cash equivalents at the end of the year		282 770	1 231 805
Transfer to NMBM		(282 770)	-
Cash and cash equivalents at the end of the year	8	-	1 231 805